contained in producer milk by the other solids price; and

- (D) The total value of the somatic cell adjustment to producer milk; and
- (ii) An amount obtained by multiplying the pounds of skim milk and butterfat for which a value was computed pursuant to §1068.60(f) by the producer price differential as adjusted pursuant to §1068.52 for the location of the plant from which received.
- (b) On or before the 25th day after the end of the month each person who operated an other order plant that was regulated during such month under an order providing for individual-handler pooling shall pay to the market administrator an amount computed as follows:
- (1) Determine the quantity of reconstituted skim milk in filled milk in route disposition from such plant in the marketing area which was allocated to Class I at such plant. If there is such route disposition from such plant in marketing areas regulated by two or more marketwide pool orders, the reconstituted skim milk allocated to Class I shall be prorated to each order according to such route disposition in each marketing area; and
- (2) Compute the value of the reconstituted skim milk assigned in paragraph (b)(1) of this section to route disposition in this marketing area by multiplying the quantity of such skim milk by the difference between the Class I price under this part that is applicable at the location of the other order plant (but not to be less than the Class III price) and the Class III price.

[41 FR 18057, Apr. 30, 1976, as amended at 60 FR 57157, Nov. 14, 1995]

## § 1068.72 Payments from the producersettlement fund.

On or before the 17th day after the end of each month, the market administrator shall pay to each handler the amount, if any, by which the amount computed pursuant to §1068.71(a)(2) exceeds the amount computed pursuant to §1068.71(a)(1): Provided, That if the balance in the producer-settlement fund is insufficient to make all payments pursuant to this section, the market administrator shall reduce uniformly such payments and shall com-

plete such payments as soon as the necessary funds become available.

## § 1068.73 Payments to producers and to cooperative associations.

Each handler shall pay for milk received from producers or cooperative associations as follows:

- (a) On or before the 25th day of the month, each handler shall pay for skim milk and butterfat received during the first 15 days of the month from a cooperative association:
- (1) That is a handler pursuant to §1068.9(a), at not less than the Class I price for the month at the location of the transferee or transferor plant, whichever is higher, adjusted by the butterfat differential for the preceding month:
- (2) That is a handler pursuant to §1068.9(c), at not less than the statistical uniform price at its plant location for the preceding month, adjusted by the butterfat differential for the preceding month; and
- (3) That is not a handler but which is authorized to collect payment on behalf of its member producers and has requested that payment be made to it in aggregate, at not less than the statistical uniform price at its plant location for the preceding month, adjusted by the butterfat differential for the preceding month.
- (b) On or before the 4th day after the end of the month, each handler shall pay for skim milk and butterfat received during the first 15 days of the month from a producer for whom payment is not being made pursuant to paragraph (a) of this section and who has not discontinued shipping to such handler, at not less than the statistical uniform price at its plant location for the preceding month, adjusted by the butterfat differential for the preceding month
- (c) On or before the 11th day after the end of the month, each handler shall pay for milk received and classified during the month from a cooperative association which is a handler pursuant to §1068.9(a) adjusted at the location of the transferee or transferor plant, whichever is higher, payment shall be determined as follows:
- (1) The hundredweight of Class I milk received times the Class I differential

price for the month plus the pounds of Class I skim milk times the skim milk price for the month;

- (2) The hundredweight of Class II milk received times the Class II differential price for the month;
- (3) The hundredweight of Class III-A milk received times the Class III-A differential price for the month;
- (4) The pounds of butterfat received times the butterfat price for the month:
- (5) The pounds of protein received in Class II and Class III milk times the protein price for the month;
- (6) The pounds of other solids received in Class II and Class III milk times the other solids price for the month;
- (7) The hundredweight of Class II and Class III milk received times the somatic cell adjustment; and
- (8) Less any payment made pursuant to paragraph (a)(1) of this section.
- (d) On or before the 18th day after the end of the month, each handler shall make payment as described in paragraph (d)(4) of this section to:
- (1) A cooperative association that is a handler pursuant to §1068.9(c);
- (2) A cooperative association that is not a handler but which is authorized to collect payment on behalf of its member producers and has requested that payment be made to it in aggregate;
- (3) A producer for whom payment is not being made pursuant to paragraphs (d) (1) and (2) of this section; and
- (4) Payment shall be determined by:
- (i) The hundredweight of producer milk received times the producer price differential as adjusted pursuant to § 1068.75;
- (ii) The pounds of butterfat received times the butterfat price for the month;
- (iii) The pounds of protein received times the protein price for the month;
- (iv) The pounds of other solids received times the other solids price for the month;
- (v) The hundredweight of milk received times the somatic cell adjustment for the month; and
- (vi) Less any payment made pursuant to paragraph (a) or (b) of this section.
- (e) In making payments pursuant to paragraphs (a) (2) and (3), (b) and (d) of

this section, deductions may be made for marketing services pursuant to §1068.86 and for any proper deductions authorized by the producer. In the event a handler has not received full payment from the market administrator pursuant to §1068.72 by the 18th day of the month, the handler may reduce pro rata its payments to producers pursuant to paragraph (d) of this section by not more than the amount of such underpayment. Following receipt of the balance due from the market administrator, the handler shall complete payments to producers not later than the next payment date provided under this section.

- (f) In making payment to individual producers as required by this section, each handler shall furnish each producer from whom it received milk a supporting statement, in such form that it may be retained by the producer, which shall show:
- (1) The month and the identity of the handler and producer;
- (2) The total pounds of milk received from the producer;
- (3) The total pounds of butterfat contained in the producer's milk;
- (4) The total pounds of protein contained in the producer's milk;
- (5) The total pounds of other solids contained in the producer's milk;
- (6) The somatic cell count of the producer's milk;
- (7) The minimum rate or rates at which payment to the producer is required pursuant to this section;
- (8) The rate that is used in making payment if such rate is other than the applicable minimum;
- (9) The amount, or the rate per hundredweight, or rate per pound of component, of each deduction claimed by the handler, including any deduction claimed under §1068.86, together with a description of the respective deductions; and
- (10) The net amount of the payment to the producer.

[60 FR 57157, Nov. 14, 1995]

## § 1068.74 Butterfat differential.

The butterfat differential, rounded to the nearest one-tenth cent, shall be 0.138 times the current month's butter price less 0.0028 times the preceding